25X1A **ULASSIFICATION** Approved For Release 2004 1/23\(CIA\RDF82-00457R00290033001 INFORMATION REPORT CD NO. COUNTRY Nicaragua/Argentina DATE DISTR. SUBJECT Labor Relations between Nicaragua and Argentina NO. OF PAGES 25X1A PLACE NO. OF ENCLS. ACQUIRED (LISTED BELOW) 25X1A 25X1A DATE OF INFO. SUPPLEMENT TO REPORT NO. 1. During May 1949 the attitude of the Partido Socialista de Micaragua (PSN) toward Argentine officials in Nicaragua became more unfiliently than heretofore.* PSN leaders who formerly assisted in the distribution of Argentine labor propaganda throughout Micaragua have forbidden PSN members to continue 25X1X tolerating propaganda in favor of President and Mrs. Peron of Argentina. 2. On 29 May, the Provisional Junta of the Casa del Obrero invited Jose Francisco Formica, one of Argentina's two Labor Attaches in Micaragua, to a party, and ignored Cosimo Francisco Piva, the other Attache. The 1 tter attended anyway, as the guest of a Micaraguan labor leader, Francisco Perez Grijalva. 3. For the occasion of the Argentine Independence Day on 25 May the Argentine Embassy sent 35 invitations to Nicaraguan labor representatives. Only 13 attended, and these were chiefly supporters of Somoza and members of rightist labor groups 40 On 11 May at a meeting of the Provisional Junta of the Casa del Obrero the PSN members of the Junta complained about the manner in which the Argentine guests had entered the meeting of 1 May to the accompaniment of the Peron March, and they made the motion that a note of protest be sent to the two Argentine 25X1A Labor Attaches in Nicaragua. that Micaraguans Arnoldo Silva and Ramon Luniga Perez have been distributing Argentine labor propaganda and preparing information reports on Micaraguan labor activities. Silva is described as openly pro-Argentine. Zuniga, who was reported to be a secret PSN agent, now appears to be pro-Argentine. Abel Caray, a Nicaraguan Communist who has been seen in the homes of Formica and Piva, is also believed to be working for the Argentines. Comment. The PSN policy shift with respect to Argentina has political 25X1A commotations in Nicaragua. The most likely indication is that the FSN is contemplating attacking Somoza. However, the move may be in the nature of a threat, by which the PSN hopes to gain more freedom of action and recognized political standing. 25X1A CLASSIFICATION STATE FY 17 NAVY NSRE Desument No. This document is hereby regraded to CHANGE in CONFIDENTIAL in accordance with the letter of 16 October 1978 from the Director of Central Intelligence to the Archivist of the United States, ALROP82-00457R002900330011-6